

GUARDIANSHIP ASSOCIATES OF UTAH, INC

Financial Statements

June 30, 2005



To the Board of Directors
Guardianship Associates of Utah, Inc.

We have compiled the accompanying statement of financial position of Guardianship Associates of Utah, Inc. (a nonprofit organization) as of June 30, 2005, and the related statements of activities, functional expenses, and cash flows for the Year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Springer & Co., Inc., CPA's

Springer & Company

Sandy, Utah
November 29, 2005

Members of:

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Springer & Company Inc. • 9653 South 700 East • Sandy UT 84070-3557
ph. 801-565-1201 • fax 801-565-1202

website-www.springercompanycpa.com

GUARDIANSHIP ASSOCIATES OF UTAH, INC.
STATEMENT OF FINANCIAL POSITION
as of June 30, 2005

ASSETS

Current Assets

Cash and Cash Equivalents	\$ 18,577
Accounts Recievable	<u>13,124</u>
	<u>31,701</u>

Fixed Assets

Office Furniture and Equipment	5,880
Less: Accumulated Depreciation	<u>(5,880)</u>
	<u>-</u>

Other Assets

Prepaid Deposits	<u>450</u>
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TOTAL ASSETS	<u><u>\$ 32,151</u></u>
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LIABILITIES AND NET ASSETS

Current Liabilities

Accounts Payable	\$ 2,249
Accrued Payroll Taxes	<u>3,256</u>
	<u>5,505</u>

Total Liabilities	5,505
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Net Assets

Unrestricted Net Assets	<u>26,646</u>
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TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 32,151</u></u>
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See accompanying notes and accountants' report.

GUARDIANSHIP ASSOCIATES OF UTAH, ICN.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2005

UNRESTRICTED NET ASSETS	<u>2005</u>
Unrestricted revenues and gains	
State Contracts	<u>\$ 157,296</u>
Total Unrestricted Revenues and Gains	<u>157,296</u>
 Expenses	
Program Expenses	111,390
Supporting Services	<u>27,847</u>
Total Expenses	<u>139,237</u>
 Increase in Unrestricted net Assets	<u><u>\$ 18,059</u></u>
 Net Assets at Beginning of Year	<u>8,587</u>
 Net Assets at End of Year	<u><u>\$ 26,646</u></u>

See accompanying notes and accountants' report.

GUARDIANSHIP ASSOCIATES OF UTAH, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2005

	<u>Supporting Services</u>	<u>Program Service</u>	<u>Total</u>
Cost of Service Provided			
Salaries & Wages	\$ 20,052	\$ 80,210	\$ 100,262
Benefits & Taxes	407	1,628	2,035
Total Cost of Services Provided	<u>20,459</u>	<u>81,838</u>	<u>102,297</u>
Management and General			
Automobile Expense	2,810	11,240	14,050
Bank Service Charges	11	42	53
Communication	851	3,405	4,256
Contract Labor	153	614	767
Copier Expense	642	2,568	3,210
Depreciation Expense	7	30	37
Insurance	694	2,776	3,470
Internet Service	61	244	305
Licenses & Permits	1	6	7
Miscellaneous	28	112	140
Postage & Delivery	15	59	74
Professional Fees	226	904	1,130
Rent	1,392	5,568	6,960
Supplies	254	1,014	1,268
Travel & Entertainment	243	970	1,213
Total Management & General	<u>7,388</u>	<u>29,552</u>	<u>36,940</u>
 Total Functional Expenses	 <u>\$ 27,847</u>	 <u>\$ 111,390</u>	 <u>\$ 139,237</u>

See accompanying notes and accountants' report.

GUARDIANSHIP ASSOCIATES OF UTAH, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005

	<u>2005</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in net assets	18,059
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation	37
(Increase) decrease in operating assets	
Accounts receivable	(1,419)
Increase (decrease) in operating liabilities	
Accounts payable	(446)
Accrues payroll taxes	<u>(183)</u>
Net cash provided by operating activities	<u>16,048</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Net cash used by investing activities	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Net cash used by financing activities	<u>-</u>
Net increase in cash	16,048
CASH AT BEGINNING OF YEAR	<u>2,529</u>
CASH AT END OF YEAR	<u><u>\$ 18,577</u></u>

See accompanying notes and accountants' report.

GUARDIANSHIP ASSOCIATES OF UTAH, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE A-NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Organization and nature of Activities

Guardianship Associates of Utah, Inc. is a not-for-profit corporation incorporated in the State of Utah. The Organization acts as court appointed legal guardians for disabled people. The Organization receives their funding from the Utah State Office of Public Guardian to perform these services.

Contributed Services

During the year ended June 30, 2005, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Organization at the residents' facilities, but these services do not meet the criteria for recognition as contributed services.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Property and Equipment

It is the Organization's policy to capitalize property and equipment over \$1,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time. Property and equipment are depreciated using the straight-line method.

Financial Statement Presentation

The Organization has adopted Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations." Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As permitted by the statement, the Organization does not use fund accounting.

GUARDIANSHIP ASSOCIATES OF UTAH, INC.
NOTES TO FINANCIAL STATEMENTS

Contributions

The Organization has also adopted SFAS No. 116, "Accounting for Contributions Received and Contributions Made." Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions.

Income Taxes

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501 (c) (3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

NOTE B-PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

Office Furniture & Equipment	\$5,880
Less: Accumulated depreciation	<u>(5,880)</u>
Net Office Furniture & Equipment	<u>\$ 0</u>